## COMMONWEALTH OF KENTUCKY

## BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

ELECTRONIC EXAMINATION OF THE APPLICATION OF ) THE FUEL ADJUSTMENT CLAUSE OF LOUISVILLE GAS ) & ELECTRIC COMPANY FROM NOVEMBER 1, 2016 ) THROUGH OCTOBER 31, 2018 )

CASE NO. 2019-00005

# NOTICE OF FILING

Notice is given to all parties that the following materials have been filed into the

record of this proceeding:

- The digital video recording of the evidentiary hearing conducted on April 16, 2019 in this proceeding;

- Certification of the accuracy and correctness of the digital video recording;

- A written log listing, *inter alia*, the date and time of where each witness' testimony begins and ends on the digital video recording of the evidentiary hearing conducted on April 16, 2019.

A copy of this Notice, the certification of the digital video record, hearing log, and

exhibits have been electronically served upon all persons listed at the end of this Notice.

Parties desiring to view the digital video recording of the hearing may do so at:

http://psc.ky.gov/av\_broadcast/2019-00002-thru-00007/2019-00002-thru-

00007\_16Apr19\_Inter.asx.

Parties wishing an annotated digital video recording may submit a written request by electronic mail to <u>pscfilings@ky.gov</u>. A minimal fee will be assessed for a copy of this recording.

Done at Frankfort, Kentucky, this 6<sup>th</sup> day of May 2019.

Shwen R. Punson

Gwen R. Pinson Executive Director Public Service Commission of Kentucky

Honorable Allyson K Sturgeon Senior Corporate Attorney LG&E and KU Energy LLC 220 West Main Street Louisville, KENTUCKY 40202 Rick E Lovekamp Manager - Regulatory Affairs LG&E and KU Energy LLC 220 West Main Street Louisville, KENTUCKY 40202 Robert Conroy LG&E and KU Energy LLC 220 West Main Street Louisville, KENTUCKY 40202

Louisville Gas and Electric Company 220 W. Main Street P. O. Box 32010 Louisville, KY 40232-2010

### COMMONWEALTH OF KENTUCKY

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In the Matter of:

ELECTRONIC EXAMINATION OF THE APPLICATION OF THE FUEL ADJUSTMENT CLAUSE OF LOUISVILLE GAS & ELECTRIC COMPANY FROM NOVEMBER 1, 2016 THROUGH OCTOBER 31, 2018

CASE NO. 2019-00005

### CERTIFICATION

I, KaBrenda L. Warfield, hereby certify that:

1. The attached DVD contains a digital recording of the Hearing conducted in the above-styled proceeding on April 16, 2019. Hearing Log and Witness List are included with the recording on April 16, 2019.

2. I am responsible for the preparation of the digital recording;

3. The digital recording accurately and correctly depicts the Hearing of

April 16, 2019.

4. The Hearing Log attached to this Certificate accurately and correctly states the events that occurred at the Hearing of April 16, 2019 and the time at which each occurred.

Signed this 2<sup>nd</sup> day of May, 2019.



Vark KaBrenda L. Warfield, CKP

Paralegal Consultant

Jacqueline Hartzell, Motary Public

State at Large Commission Expires: July 25, 2022 ID#: 605476



Date:	Туре:	Location:	Department:	
4/16/2019	Fuel Adjustment Clause	Hearing Room 1	Hearing Room 1 (HR 1)	

Judge: Bob Cicero; Michael Schmitt

Witness: Delbert Billiter; Chris Bradley; Jason Burden; Michelle Carpenter; Nicholas Castlen; Theodore Czupik; Michael Drake; Mark Eacret; Ronald Gregory; Roger Hickman; Mark Horn; Amy Jeffries; Craig Johnson; Mark McAdams; David Mell; Brett Phipps; Derek Rahn; Douglas Rosenberger; Charles Schram; Isacc Scott; Clinton Stutler; John Swez; Julia Tucker; John Verderame; Stuart Wilson; Ranie Wohnhas Clerk: KaBrenda Warfield

<b>Event Time</b>	Log Event	
8:36:49 AM	Session Started	
8:36:52 AM	Session Paused	
8:58:11 AM	Session Resumed	
8:58:12 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Vice Chairman Cicero stating preliminary remarks and introduction of Chairman Schmitt.
8:59:34 AM	CASE NO. 2019-00002 KENTUCKY	POWER COMPANY (KENTUCKY POWER)
	Note: Fields, Angela	There are no interveners for this case so would Counsel please identify himself and any witnesses for the record.
	Note: Fields, Angela	COUNSEL: Mark R. Overstreet
	Note: Fields, Angela	WITNESSES: Amy E. Jeffries, Clinton M. Stutler, David L. Mell, Ranie K. Wohnhas, Douglas J. Rosenberger
9:00:32 AM	Vice Chairman Cicero	
	Note: Fields, Angela	So Kentucky Power has a confidentiality petition motion pending so we'll rule on that in the next couple of days. And the record reflects that the affidavit of compliance and notice to the public have been given. Correct?
9:00:54 AM	Vice Chairman Cicero	
	Note: Fields, Angela	I have to check and see if anybody from the public is here that would like to speak on the record regarding this?
9:01:01 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Having seen none, we will swear the witnesses in.
9:01:07 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Swearing witnesses in.
9:01:20 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Mr. Overstreet you may begin.
9:01:22 AM	Atty Overstreet Kentucky Power -	
	Note: Fields, Angela	Direct Examination.
9:01:56 AM	Atty Overstreet Kentucky Power -	
	Note: Fields, Angela	Direct Examination.
9:02:04 AM	Camera Lock PTZ Activated	
9:02:34 AM	Atty Overstreet Kentucky Power - Note: Fields, Angela	witness Stutler Direct Examination.
9:03:09 AM	Atty Overstreet Kentucky Power - Note: Fields, Angela	
9:03:43 AM	Atty Overstreet Kentucky Power - Note: Fields, Angela	witness Mell Direct Examination.
9:04:15 AM	Atty Overstreet Kentucky Power Note: Fields, Angela	We have nothing else your honour.

9:04:17 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Staff would you identify yourself and anybody that you have with you?
9:04:17 AM	Camera Lock Deactivated	
9:04:29 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Thank you do you have any questions for the witnesses?
9:04:32 AM	GC Pinney PSC - witness Kentu	cky Power
	Note: Fields, Angela	Cross Examination.
9:08:59 AM	GC Pinney PSC - witness Kentu	cky Power
	Note: Fields, Angela	No further questions your honour.
9:09:00 AM	Vice Chairman Cicero	· · · · ·
	Note: Fields, Angela	Chairman Schmitt?
9:09:03 AM	Vice Chairman Cicero - witness	
	Note: Fields, Angela	I would like to stay on his line of questioning a little bit about the
	in the second provide the second	severance tax.
9:09:09 AM	Vice Chairman Cicero - witness	Kentucky Power
	Note: Fields, Angela	West Virginia is going to cut theirs from 5 to 3?
9:09:13 AM	Vice Chairman Cicero - witness	
5105120741	Note: Fields, Angela	Do you expect that to impact your purchasing policies or ??
9:09:42 AM	Vice Chairman Cicero - witness	
5105112711	Note: Fields, Angela	The bids you say are transparent to you?
9:09:54 AM	Vice Chairman Cicero - witness	
	Note: Fields, Angela	If your policy was to have that severance tax broken out would it
	Note: Ticlus, Aligeia	make a difference?
9:10:18 AM	Vice Chairman Cicero - witness	
5110110 /	Note: Fields, Angela	Well here's were I am going with it [click on the link for Vice
		Chairman Cicero's remarks.]
9:10:33 AM	Vice Chairman Cicero - witness	
	Note: Fields, Angela	Would that be a fair assessment?
9:10:36 AM	Vice Chairman Cicero - witness	
	Note: Fields, Angela	So if you actually had your bids reflect a transparency were it
		includes [click on the link for Vice Chairman Cicero's remarks.]
9:11:39 AM	Vice Chairman Cicero - witness	
	Note: Fields, Angela	You're familiar that yesterday there was a new revised reg, I don't
		know if you do or not?
9:11:49 AM	Vice Chairman Cicero - witness	•
	Note: Fields, Angela	So this is kind of a, you know, in your face the next day [click on the
	, 5	link for Vice Chairman Cicero's remarks.]
9:12:45 AM	Camera Lock PTZ Activated	-
9:12:46 AM	Vice Chairman Cicero - witness	Kentucky Power
	Note: Fields, Angela	The only other thing I had was on this socialization, but this Green
		Hat that PJM. Has PJM given any kind of direction as far as what
		they are saying they think that the utilities should do with this
		clause?
9:12:53 AM	Camera Lock Deactivated	
9:13:33 AM	Vice Chairman Cicero - witness	Kentucky Power
	Note: Fields, Angela	So in a sense this is premature as well? [Click on the link for Vice
		Chairman Cicero's remarks.]
9:13:46 AM	Vice Chairman Cicero - witness	Kentucky Power
	Note: Fields, Angela	This could be a pasture to the rate payers for a mistake that was
		made?
9:14:14 AM	Vice Chairman Cicero - witness	•
	Note: Fields, Angela	So I am not really sure how we do this but [click on the link for Vice
		Chairman Cicero's remarks.]

9:14:45 AM	Vice Chairman Cicero - witness K	entucky Power
	Note: Fields, Angela	I don't have any other questions.
9:14:48 AM	Atty Overstreet Kentucky Power	
	Note: Fields, Angela	No redirect your honour.
9:14:51 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Any other questions?
9:14:56 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Well then I guess then this is adjourned.
9:15:00 AM	Vice Chairman Cicero	5
	Note: Fields, Angela	Yes you may be.
9:15:23 AM	, 5	TUCKY POWER COMPANY (EAST KENTUCKY)
	Note: Fields, Angela	COUNSEL: David Samford
	Note: Fields, Angela	WITNESSES: Mark Horn, Julia J. Tucker, Michelle K. Carpenter, Craig
		Johnson, Isaac S. Scott
	Note: Fields, Angela	There are no interveners for this case so would Counsel please identify himself and any witnesses for the record.
9:16:19 AM	Vice Chairman Cicero	identity miniseli and any witnesses for the record.
9.10.19 AM		So East Kentucky Power has a confidentiality petition motion
	Note: Fields, Angela	pending so we'll rule on that in the next couple of days. And the
		record reflects that the affidavit of compliance and notice to the
		public have been given. Correct?
9:16:37 AM	Vice Chairman Cicero	
5.10.57 / 11	Note: Fields, Angela	Is there anyone from the public here that would like to make any
	Note: Fields, Augela	comments regarding this case?
9:16:45 AM	Vice Chairman Cicero	
5110115741	Note: Fields, Angela	Swearing witnesses in.
9:16:53 AM	Vice Chairman Cicero	
5.10.55741	Note: Fields, Angela	Please be seated.
9:16:54 AM	Vice Chairman Cicero	
5110151741	Note: Fields, Angela	Mr. Samford you may begin.
9:16:58 AM	Atty Samford East Kentucky - wit	
5.10.50741	Note: Fields, Angela	Direct Examination.
9:18:03 AM	Atty Samford East Kentucky - wit	
5.10.05 AN	Note: Fields, Angela	Direct Examination.
9:19:16 AM	Atty Samford East Kentucky - wit	
5.15.10 AN	Note: Fields, Angela	Direct Examination.
9:19:42 AM	Atty Samford East Kentucky - wit	
5.15.72 AM	Note: Fields, Angela	Direct Examination.
9:20:04 AM	Atty Samford East Kentucky - wit	
9.20.04 AM	Note: Fields, Angela	Direct Examination.
9:20:29 AM	Atty Samford East Kentucky	
9.20.29 AM		Your honour I tender the witnesses for cross examination.
0.20.21 AM	Note: Fields, Angela	
9:20:31 AM	Vice Chairman Cicero	Would Staff identify themself and anyone with them?
0.20.42 AM	Note: Fields, Angela	Would Staff identify themself and anyone with them?
9:20:42 AM	Vice Chairman Cicero	
0 00 45 414	Note: Fields, Angela	Do you have any cross examination for the witnesses?
9:20:45 AM	Vice Chairman Cicero	
0.20.47 414	Note: Fields, Angela	Please proceed.
9:20:47 AM	GC Pinney PSC - witness East Ker	•
0.04.04.004	Note: Fields, Angela	Cross Examination.
9:31:24 AM	Vice Chairman Cicero - witness E	•
	Note: Fields, Angela	So can I ask a question on that?

9:31:27 AM Vice Chairman Cicero - witness East Kentucky		East Kentucky
	Note: Fields, Angela	So these indicators indicate coal and gas are both going up but purchase price going down?
9:32:01 AM	Vice Chairman Cicero - witness E	East Kentucky
	Note: Fields, Angela	I wouldn't either that's why I was kind of curious.
9:32:04 AM	Vice Chairman Cicero - witness E	
	Note: Fields, Angela	This is done from the budgeting and forecasting department at East Kentucky?
9:32:26 AM	Vice Chairman Cicero - witness E	•
	Note: Fields, Angela	I don't know that I am going to ask for a Post Hearing Data Request on it but it does seem a little strange [click on link for Vice Chairman Cicero's remarks.]
9:33:44 AM	Vice Chairman Cicero - witness E	East Kentucky
	Note: Fields, Angela	In the future I would hope that [click on the link for Vice Chairman Cicero's remarks.]
9:34:30 AM	Vice Chairman Cicero - witness E	East Kentucky
	Note: Fields, Angela	I think the question had to do with [click on the link for Vice Chairman Cicero's remarks.]
9:35:06 AM	Vice Chairman Cicero	
	Note: Fields, Angela	I'm sorry Mr. Pinney do you have any other questions?
9:35:12 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Sure go ahead.
9:35:14 AM	GC Pinney PSC - witness East Ke	entucky
	Note: Fields, Angela	Cross Examination Continued.
9:43:09 AM	GC Pinney PSC - witness East Ke	entucky
	Note: Fields, Angela	No further questions your honour.
9:43:12 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Chairman Schmitt?
9:43:14 AM	Vice Chairman Cicero - witness I	East Kentucky
	Note: Fields, Angela	I just have ugh without hopefully getting into the confidentiality portion of it. On the evaluated cost [click on link for Vice Chairman Cicero's remarks.]
9:43:29 AM	Vice Chairman Cicero - witness I	-
5115125741	Note: Fields, Angela	Are those factors a scientific based number or are those East
9:43:57 AM	Vice Chairman Cicero - witness I	Kentucky Power's assigned values for those types of variables?
9.43.37 AM		
0.44.12 AM	Note: Fields, Angela Vice Chairman Cicero - witness I	So they are your variables?
9:44:13 AM		Since the evaluated cost is so important the values you assign to
	Note: Fields, Angela	your variables have a huge impact on what that final evaluated cost is. Right?
9:44:29 AM	Vice Chairman Cicero - witness E	East Kentucky
	Note: Fields, Angela	What went in to determining the value of those variables?
9:44:50 AM	Vice Chairman Cicero - witness E	East Kentucky
	Note: Fields, Angela	Do we normally normally receive information on the evaluated cost when we go through this fuel adjustment clause process?
9:45:05 AM	Vice Chairman Cicero - witness E	East Kentucky
	Note: Fields, Angela	Do you provide the formula and the variables and their values in that?
9:45:19 AM	Vice Chairman Cicero - witness E	East Kentucky
	Note: Fields, Angela	Again I am going to pass on a Post Hearing Data Request, but probably in the future [click on the link for Vice Chairman Cicero's remarks.]
9:45:44 AM	Vice Chairman Cicero - witness E	-
	Note: Fields, Angela	I don't have any other questions.

9:45:47 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Mr. Samford do you?
9:45:50 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Any.
9:45:52 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Unless there are any other questions. I think that we are adjourned.
9:45:56 AM	Vice Chairman Cicero	
0 46 0F MM	Note: Fields, Angela	You may be excused yes.
9:46:05 AM		UTILITIES (KU) AND CASE NO. 2019-00005 LOUISVILLE GAS AND
	ELECTRIC COMPANY (LG&E)	
	Note: Fields, Angela	COUNSEL: Allyson Sturgeon
	Note: Fields, Angela	There are no interveners for these cases so would Counsel please identify herself and any witnesses for the record.
	Note: Fields, Angela	WITNESSES: Delbert Billiter, Michael Drake, Derek Rahn, Charles
	Note: Tields, Aligeia	Schram, Stuart A. Wilson
9:47:06 AM	Vice Chairman Cicero	
511/100/111	Note: Fields, Angela	I understand that there is a confidentiality petition motion pending
		so we'll rule on that in the next couple of days. And the record
		reflects that the affidavit of compliance and notice to the public have
		been given. Correct?
9:47:22 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Is there anyone in the audience who would like to speak regarding
		these cases?
9:47:31 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Swearing witnesses in.
9:47:43 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Please be seated.
9:47:45 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Mrs. Sturgeon you may proceed.
9:47:58 AM	Atty. Sturgeon KU and LG&E - wit	
0.40.24 AM	Note: Fields, Angela	Direct Examination.
9:48:24 AM	Atty. Sturgeon KU and LG&E - wit	
0.40.40 AM	Note: Fields, Angela	Direct Examination.
9:48:49 AM	Atty. Sturgeon KU and LG&E - wit	
9:49:11 AM		Direct Examination.
9.49.11 AM	Atty. Sturgeon KU and LG&E - wit Note: Fields, Angela	Direct Examination.
9:49:39 AM	Atty. Sturgeon KU and LG&E - wit	
5.75.35 AM	Note: Fields, Angela	Direct Examination.
9:50:01 AM	Atty. Sturgeon KU and LG&E - wit	
5.50.017.11	Note: Fields, Angela	The witnesses are available for cross examination.
9:50:03 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Would Staff identify themselves and anyone with them?
9:50:15 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Thank you. Do you have any questions for the witnesses?
9:50:19 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Please proceed.
9:50:20 AM	GC Pinney PSC - witness KU and I	•
	Note: Fields, Angela	Cross Examination.
9:53:17 AM	GC Pinney PSC - witness KU and I	
	Note: Fields, Angela	No futher questions your honour.
9:53:19 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Chairman Schmitt?

9:53:21 AM Chairman Schmitt - witness KU and LG&E		nd LG&E
	Note: Fields, Angela	Have you had a chance to review the proposed regulation that was published yesterday?
9:53:38 AM	Chairman Schmitt - witness KU a	nd LG&E
	Note: Fields, Angela	The purpose of at least [click on the link for Chairman Schmitt's remarks.]
9:54:41 AM	Chairman Schmitt - witness KU a	nd LG&E
	Note: Fields, Angela	I have no further questions or statements.
9:54:44 AM	Vice Chairman Cicero	
	Note: Fields, Angela	And that doesn't require a response on your part.
9:54:47 AM	Vice Chairman Cicero	
	Note: Fields, Angela	I have no questions.
9:54:49 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Any cross?
9:54:51 AM	Vice Chairman Cicero	•
	Note: Fields, Angela	Mr. Pinney?
9:54:53 AM	Vice Chairman Cicero	,
	Note: Fields, Angela	And that being the case, then this case is adjourned.
9:54:56 AM	Vice Chairman Cicero	5,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
	Note: Fields, Angela	You may be excused.
9:55:00 AM		Rgy Kentucky (duke Kentucky)
	Note: Fields, Angela	There are no interveners for this cases so would Counsel please
	, 5	identify herself and any witnesses for the record.
	Note: Fields, Angela	COUNSEL: Allyson Honaker
	Note: Fields, Angela	WITNESSES: John D. Swez, Brett Phipps, Theodore H. Czupik, John
	. 5	A. Verderame
9:55:56 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Duke Kentucky has a confidentiality petition motion pending so we'll rule on that in the next couple of days. And the record reflects that the affidavit of compliance and notice to the public have been given. Correct?
9:56:09 AM	Vice Chairman Cicero	conect:
9.30.09 AM	Note: Fields, Angela	Is there anyone from the public that would like to make a comment
0.56.20 AM	. 2	regarding this case?
9:56:20 AM	Vice Chairman Cicero	
0 56 00 444	Note: Fields, Angela	Swearing witnesses in.
9:56:28 AM	Vice Chairman Cicero	Disconder a sector di Musicilia di constructivo a sector di
0 56 04 444	Note: Fields, Angela	Please be seated Mrs. Honaker you can proceed.
9:56:34 AM	Atty Honaker Duke Kentucky - wi	
0 57 00 414	Note: Fields, Angela	Direct Examination.
9:57:09 AM	Atty Honaker Duke Kentucky - wi	•
0 57 54 414	Note: Fields, Angela	Direct Examination.
9:57:54 AM	Atty Honaker Duke Kentucky - wi	
0 50 00 000	Note: Fields, Angela	Direct Examination.
9:58:26 AM	Atty Honaker Duke Kentucky - wi	
	Note: Fields, Angela	Direct Examination.
9:58:53 AM	Atty Honaker Duke Kentucky	
	Note: Fields, Angela	The witnesses are available for cross.
9:58:56 AM	Vice Chairman Cicero	
0 50 00 000	Note: Fields, Angela	Would Staff please identify themselves and anyone with them?
9:59:06 AM	Vice Chairman Cicero	
0.50.10 414	Note: Fields, Angela	Mr. Pinney do you have some questions for the witnesses?
9:59:10 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Please proceed.

9:59:11 AM	GC Pinney PSC - witness Duke K	entucky
	Note: Fields, Angela	Cross Examination.
10:14:55 AM	Vice Chairman Cicero - witness I	Duke Kentucky
	Note: Fields, Angela	I'm going to interrupt for just one second I think that is why [click on the link for Vice Chairman Cicero's remarks.]
10:15:15 AM	Vice Chairman Cicero - witness I	Duke Kentucky
	Note: Fields, Angela	The question is why would you project a lower cost with all the other factors that you have just gone through?
10:16:23 AM	Vice Chairman Cicero - witness [	Duke Kentucky
	Note: Fields, Angela	So I am going to ask the same question that I asked in one of the prior hearings. As far as the evaluation cost go [click on the link for Vice Chairman Cicero's remarks.]
10:16:32 AM	Vice Chairman Cicero - witness [	Duke Kentucky
	Note: Fields, Angela	So you got a formula and I presume it is in a computer?
10:16:44 AM	Vice Chairman Cicero - witness [	Duke Kentucky
	Note: Fields, Angela	So in the output from the inputs are they evaluated for reasonableness? Because I mean [click on the link for Vice Chairman Cicero's remarks.]
10:17:37 AM	Vice Chairman Cicero - witness [	Duke Kentucky
	Note: Fields, Angela	Doesn't that seem strange?
10:18:05 AM	Vice Chairman Cicero - witness [	Duke Kentucky
	Note: Fields, Angela	Unfortunately for you they are not here you are. So it is up to you to basically justify whether you believe it is valid or not and [click on link for Vice Chairman Cicero's remarks.]
10:18:38 AM	POST HEARING DATA REQUEST	
	Note: Fields, Angela Note: Fields, Angela	Are you interested in finding out more about this? Vice Chairman Cicero - witness Duke Kentucky
10:20:02 AM	Vice Chairman Cicero - witness I	•
	Note: Fields, Angela	And I would agree. And I am definitely not insinuating that the number is actually wrong [click on the link for Vice Chairman Cicero's remarks.]
10:21:26 AM	Vice Chairman Cicero - witness [	-
	Note: Fields, Angela	I think thats an excellent answer and again if it is provided up front it saves some questions.
10:21:32 AM	Vice Chairman Cicero - witness [	Duke Kentucky
	Note: Fields, Angela	I'm sorry Mr. Pinney do you have more questions?
10:21:43 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Okay thank you. Chairman Schmitt?
10:21:50 AM	GC Pinney PSC - witness Duke K	entucky
	Note: Fields, Angela	Cross Examination Continued.
10:22:42 AM	GC Pinney PSC - witness Duke K	,
	Note: Fields, Angela	No further questions your honour.
10:22:46 AM	Vice Chairman Cicero - witness [	•
	Note: Fields, Angela	I want to go back to the green hat situation here real quick. So Duke said that they passed through in July, August, and September cost associated with a green hat charge that came in through PJM. Is that correct? Two hundred and eighteen thousand.
10:23:12 AM	Vice Chairman Cicero - witness I Note: Fields, Angela	Duke Kentucky So the total amount passed tho was two hundred and eighteen?
10:23:26 AM	Vice Chairman Cicero - witness [	•
	Note: Fields, Angela	For the review period it is a hundred and ten. I am looking more at the process [click on the link for Vice Chairman Cicero's remarks.]
10:24:04 AM	Vice Chairman Cicero - witness [	
	Note: Fields, Angela	What did Duke use as the basis for deciding to pass anything through to rate payers?

10:24:38 AM	Vice Chairman Cicero - witness	Duke Kentucky
	Note: Fields, Angela	So I think you indicated that it was thought that the exposure to PJM was four hundred million and it might be a hundred million now or somewhere in that range?
10:26:01 AM	Vice Chairman Cicero - witness	,
	Note: Fields, Angela	So it's a hundred and ten thousand for the period we are discussing jurisdictionally just for Kentucky was Duke hit with a much larger amount for all of its PJM territory?
10:26:26 AM	Vice Chairman Cicero - witness	Duke Kentucky
	Note: Fields, Angela	And did you handle those all the same way as you did Kentucky? Passing through to rate payers?
10:26:33 AM	Vice Chairman Cicero - witness	,
	Note: Fields, Angela	And at this point you don't know because of the uncertainty what
10.26.40 AM	Vice Chairman Cience without	the future exposure could be because it is still unknown?
10:26:48 AM	Vice Chairman Cicero - witness	,
	Note: Fields, Angela	But the policy for Duke is going to be to process it the same way that you did for the one hundred and ten thousand that was passed through?
10:26:57 AM	Vice Chairman Cicero - witness	•
	Note: Fields, Angela	So if there was to be some more certainty that is established with this in the future those could be subject to change depending on how it is interpreted by all parties? The one hundred and ten thousand is what I am referring to. I don't know how that is going to work getting out of the two year review.
10:27:36 AM	Vice Chairman Cicero - witness	,
	Note: Fields, Angela	So how does Duke intend on handling those refunds that come through after the close of the two year period?
10:27:49 AM	Vice Chairman Cicero - witness	
	Note: Fields, Angela	And I know. And I know when I first came to the Commission [click on the link for Vice Chairman Cicero's remarks.]
10:28:10 AM	Vice Chairman Cicero - witness	Duke Kentucky
	Note: Fields, Angela	I don't have any other questions. Mrs. Honaker?
10:28:13 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Mr. Pinney?
10:28:15 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Chairman?
10:28:16 AM	Vice Chairman Cicero	
	Note: Fields, Angela	I guess we are adjourned. You may be excused.
10:28:30 AM		ERS ELECTRIC CORPORATION (BIG RIVERS)
	Note: Fields, Angela	COUNSEL: Tyson Kamuf
	Note: Fields, Angela	WITNESSES: Nicholas R. Castlen, Mark J. Eacret, Mark W. McAdams, Chris Bradley, Jason C. Burden, Ronald D. Gregory, Roger Hickman
	Note: Fields, Angela	There is one intervener for this case and that is KIUC. So would the Counsel for Big Rivers please identify himself and any witnesses for the record.
10:29:54 AM	Vice Chairman Cicero	
	Note: Fields, Angela	And would the Counsel for KIUC please identify himself and any witnesses?
	Note: Fields, Angela	COUNSEL: Kurt Boehm
10:30:05 AM	Vice Chairman Schmitt	
	Note: Fields, Angela	And as long as we are at it, would Counsel for Staff?

10:30:16 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Big Rivers has a confidentiality petition motion pending so we'll rule on that in the next couple of days. And the record reflects that the affidavit of compliance and notice to the public have been given. Correct?
10:30:28 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Okay let me ask one question for the public. Is there anybody from the public that is here to speak regarding this case?
10:30:35 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Swearing witnesses in.
10:30:47 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Please be seated. Mr. Kamuf you may proceed.
10:30:51 AM	Atty Kamuf Big Rivers - witne	ss McAdams
	Note: Fields, Angela	Direct Examination.
10:32:46 AM	Atty Kamuf Big Rivers - witne	iss Eacret
	Note: Fields, Angela	Direct Examination.
10:33:08 AM	Atty Kamuf Big Rivers - witne	ss Castlen
	Note: Fields, Angela	Direct Examination.
10:33:37 AM	Atty Kamuf Big Rivers - witne	ss Hickman
	Note: Fields, Angela	Direct Examination.
10:34:05 AM	Atty Kamuf Big Rivers - witne	ss Gregory
	Note: Fields, Angela	Direct Examination.
10:34:36 AM	Atty Kamuf Big Rivers - witne	
1010 1100 / 11	Note: Fields, Angela	Direct Examination.
10:35:00 AM	Atty Kamuf Big Rivers - witne	
10100100741	Note: Fields, Angela	Direct Examination.
10:35:24 AM	Atty Kamuf Big Rivers	
10:00:21701	Note: Fields, Angela	Your honour the witnesses are available for cross examination.
10:35:28 AM	Vice Chairman Cicero	
10.33.20 AM	Note: Fields, Angela	Mr. Boehm do you have any questions?
10:35:29 AM	Atty Boehm KIUC- witness Big	
10.33.29 AM	Note: Fields, Angela	Cross Examination.
10:43:20 AM	Atty Boehm KIUC- witness Big	
10.45.20 AM	Note: Fields, Angela	Thank you. Those are all of the questions I have.
10:43:23 AM	Vice Chairman Cicero	Thank you. Those are all of the questions I have.
10.45.25 AM		Mr. Pinney?
10.42.20 AM	Note: Fields, Angela GC Pinney PSC	
10:43:29 AM	Note: Fields, Angela	Cood marning and just to clarify I'm not acking for tortimony from
		Good morning and just to clarify I'm not asking for testimony from Mr. Boehm [click on link for remarks.]
10:43:45 AM	GC Pinney PSC	
	Note: Fields, Angela	Is that an accurate statement from anybody?
10:43:48 AM	Atty Boehm KIUC	
	Note: Fields, Angela	I can address what KIUC's position is if that is fine with the Commission? [Click on link for remarks.]
10:44:23 AM	GC Pinney PSC - witness Big I	Rivers
	Note: Fields, Angela	Cross Examination.
10:50:10 AM	GC Pinney PSC - witness Big I	Rivers
	Note: Fields, Angela	Thank you all. No further questions your honour.
10:50:15 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Chairman Schmitt?
10:50:17 AM	Vice Chairman Cicero	
	Note: Fields, Angela	I don't have any other questions. Any cross?
10:50:18 AM	Atty Kamuf Big Rivers - witne	
	Note: Fields, Angela	Redirect Examination.
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10:51:39 AM	Atty Kamuf Big Rivers	
	Note: Fields, Angela	That's all the qestions I have.
10:51:40 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Mr. Boehm?
10:51:42 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Mr. Pinney?
10:51:44 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Chairman?
10:51:45 AM	Vice Chairman Cicero	
	Note: Fields, Angela	I think I missed a Post Hearing Data Request for the last one. There was none for this case right?
10:51:52 AM	Vice Chairman Cicero	
	Note: Fields, Angela	With that being the case is there any other business regarding this case?
10:51:57 AM	Vice Chairman Cicero	
	Note: Fields, Angela	Alright this case is adjourned. Thank you.
10:52:05 AM	Session Paused	
10:52:14 AM	Session Ended	

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